

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM**

**BOARD OF ADMINISTRATION**

**INVESTMENT COMMITTEE**

**March 13, 2006**

**PLACE:**

**Lincoln Plaza North  
Auditorium  
400 Q Street  
Sacramento, California**

**TIME:**

**CLOSED SESSION**

**8:30 a.m.**

CHIEF INVESTMENT OFFICER'S BRIEFING ON MARKET  
AND PERSONNEL ISSUES  
(Government Code sections 11126(a)(1) and (c)(16))

CHIEF INVESTMENT OFFICER RECRUITMENT SUBCOMMITTEE  
REPORT (Government Code sections 11126(a)(1) and (g)(1))

Action

- Selection of Finalists for Board Interview

Action

- Finalist Interview Process

**OPEN SESSION**

**9:00 a.m. or upon adjournment or recessing of Closed Session**

**CLOSED SESSION**

**12:00 Noon or upon adjournment or recessing of Open Session**

Real Estate Investments – Consultant Briefing on Real Estate Program  
Pension Consulting Alliance  
(Government Code section 11126(c)(16))

**CLOSED SESSION**

**Upon adjournment or recessing of Open Session**

(Government Code sections 11126(c)(16) and 11126(e)(2))

**ROLL CALL:**

Committee Members

Charles Valdes, Chair  
George Diehr, Vice Chair  
Philip Angelides  
Marjorie Berte  
Robert F. Carlson  
Rob Feckner  
Priya Mathur

Michael Navarro  
Tony Oliveira  
Mike Quevedo, Jr.  
Kurato Shimada  
Maeley L. Tom  
Steve Westly

# **CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM**

## **BOARD OF ADMINISTRATION**

### **INVESTMENT COMMITTEE**

**March 13, 2006**

#### **OPEN SESSION**

- |             |     |  |
|-------------|-----|--|
|             | 1.  | CALL TO ORDER AND ROLL CALL  |
| Action      | 2.  | Approval of the February 14, 2006 Open Session Minutes                                 |
| Action      | 3.  | Election of Chair and Vice Chair   |
| Information | 4.  | CalPERS Total Fund Quarterly Report  |
|             | 5.  | Asset Allocation   |
| Information | a.  | Investments in Commodity Futures   |
| Information | 6.  | Real Estate  |
|             | 7.  | Alternative Investment Management (AIM) Program  |
| Information | a.  | Strategic Review Implementation Update   |
|             | 8.  | Global Equity  |
| Information | a.  | Permissible Equity Market Investment Analysis Update, including ADRs and GDRs Analysis |
| Information | b.  | Review of Internal Relational Program  |
| Action      | c.  | Corporate Governance Core Principles and Guidelines Revisions                          |
|             | d.  | Corporate Governance Internal Staff Working Group Update                               |
| Information | 1)  | SEC Rule on Executive Compensation   |
| Information | 2)  | March 2006 Council of Institutional Investors Meeting Agenda                           |
| Information | e.  | Corporate Governance Environmental Strategic Plan Update                               |
|             | 9.  | Global Fixed Income  |
| Information | a.  | Currency Strategic Plan  |
| Action      | b.  | Member Home Loan Program Manager Annual Review   |
|             | 10. | Legislation  |
| Action      | a.  | SB 1207 (Alarcon) – Majority Vote in Uncontested Corporate Elections                   |

- |             |  |
|-------------|--|
| Consent     | 11. Policy Subcommittee Report   |
|             | a. Equity Policy – Revision of Domestic Enhanced Index – Internally Managed                          |
|             | b. Miscellaneous Policies – Adoption of Glossary Terms – Credit Accommodation and Credit Enhancement |
| Consent     | 12. Chief Investment Officer's/Assistant Executive Officer's Report                                  |
| Action      | a. Consolidated Investment Activity Report   |
|             | b. Consideration of UNEP Principles for Responsible Investment                                       |
| Information | 13. Draft Agenda for April 17, 2006  |
|             | 14. Public Comment   |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

# CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

## BOARD OF ADMINISTRATION

### INVESTMENT COMMITTEE

March 13, 2006

CLOSED SESSION	Upon adjournment or recessing of Open Session (Government Code section 11126(c)(16)) (Government Code section 11126(e)(2) [Item 6e and 7a only])
	1. CALL TO ORDER AND ROLL CALL
Action	2. Approval of the February 14, 2006 Closed Session Minutes
Action	3. Asset Allocation Update
Information	4. Alternative Investment Management (AIM) Program
Information	5. Global Fixed Income a. External Manager Update
Action	6. Global Equity a. Corporate Governance External Manager b. Corporate Governance Environmental Strategic Plan Update c. Corporate Governance Internal Staff Working Group Update d. External Manager Update e. <i>In Re Qwest Communications</i> , No. 01-CV-1451-REB (U.S. District Court of Colorado) and potential litigation – Qwest
Information	7. Real Estate a. R Street Subcommittee Report – Potential Litigation and Settlement – Headquarters Building b. Purchase of International REITs c. CIM Real Estate Fund III d. Portfolio Acquisitions
Information	8. Chief Investment Officer's/Assistant Executive Officer's Report a. Status of Action Items Not Yet Reported
Consent	9. Activity Reports a. Alternative Investment Management Program b. Risk Managed Absolute Return Strategies Program c. Public Markets